

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6207

BILL NUMBER: SB 106

NOTE PREPARED: Nov 30, 2011

BILL AMENDED:

SUBJECT: Cold Beer Sales.

FIRST AUTHOR: Sen. Boots

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: ☒ GENERAL
☒ DEDICATED
☐ FEDERAL

IMPACT: State & Local

Summary of Legislation: This bill allows a holder of a beer dealer's permit issued to a grocery store or drug store to sell and deliver cold beer that was manufactured in Indiana by a microbrewery in a quantity that does not exceed 864 ounces in a single transaction.

Effective Date: July 1, 2012.

Explanation of State Expenditures:

Explanation of State Revenues: *Impact on Alcohol Sales:* Under current statute, only package liquor stores are allowed to sell cold beer. This bill allows a holder of a beer dealer's permit issued to a grocery store or drug store to sell cold beer manufactured in Indiana in a quantity that does not exceed 864 ounces in a single transaction. Any increase in sales by beer dealers may be offset by a corresponding decrease in sales at package liquor stores. However, if sales increase, sales tax revenue and revenue from alcoholic beverage excise taxes would increase.

Sales Tax revenue is deposited in the state General Fund (99.848%) the Commuter Rail Service Fund (0.123%), and the Industrial Rail Service Fund (0.029%).

The alcoholic beverage excise taxes are distributed in varying amounts to the following funds: state General Fund, the Post War Construction Fund, the Enforcement and Administration Fund, the Addiction Services Fund, and the Wine Grape Market Development Fund. The state retains 50% of the General Fund distribution of beer and wine excise tax revenue. The remainder is distributed to cities and towns based on population.

Explanation of Local Expenditures:

Explanation of Local Revenues: See *Explanation of State Revenues*.

State Agencies Affected:

Local Agencies Affected:

Information Sources:

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